

Office of the State Board of Education

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	3,574,300	3,287,500	4,097,100	5,021,000	4,968,800
Dedicated	543,100	158,700	132,900	134,600	132,900
Federal	324,600	2,176,700	5,230,800	7,019,200	6,955,100
Total:	4,442,000	5,622,900	9,460,800	12,174,800	12,056,800
Percent Change:		26.6%	68.3%	28.7%	27.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,278,000	1,198,900	1,582,400	1,781,500	1,776,800
Operating Expenditures	3,067,400	3,886,600	7,091,200	9,587,400	9,489,300
Capital Outlay	700	15,600	0	8,500	3,500
Trustee/Benefit	95,900	521,800	787,200	797,400	787,200
Total:	4,442,000	5,622,900	9,460,800	12,174,800	12,056,800
Full-Time Positions (FTP)	19.40	19.40	22.00	23.00	23.00

Division Description

The State Board of Education is responsible for the general supervision, governance, and control of Idaho's public education system from kindergarten through the doctoral level, including oversight of public schools and the community colleges.

The Board is composed of eight members, seven of whom are appointed to five-year terms by the Governor subject to Senate confirmation. The eighth member is the holder of the statewide elected office of the Superintendent of Public Instruction. The Board meets across the state in nine to twelve regular sessions each year with additional special sessions scheduled as needed.

Recently, the State Board of Education has taken a larger role in K-12 education via development, adoption and implementation of achievement standards for Idaho's public school students. The Board is also reassuming the role and duties of 'State Education Agency' that it had previously delegated to the Superintendent of Public Instruction.

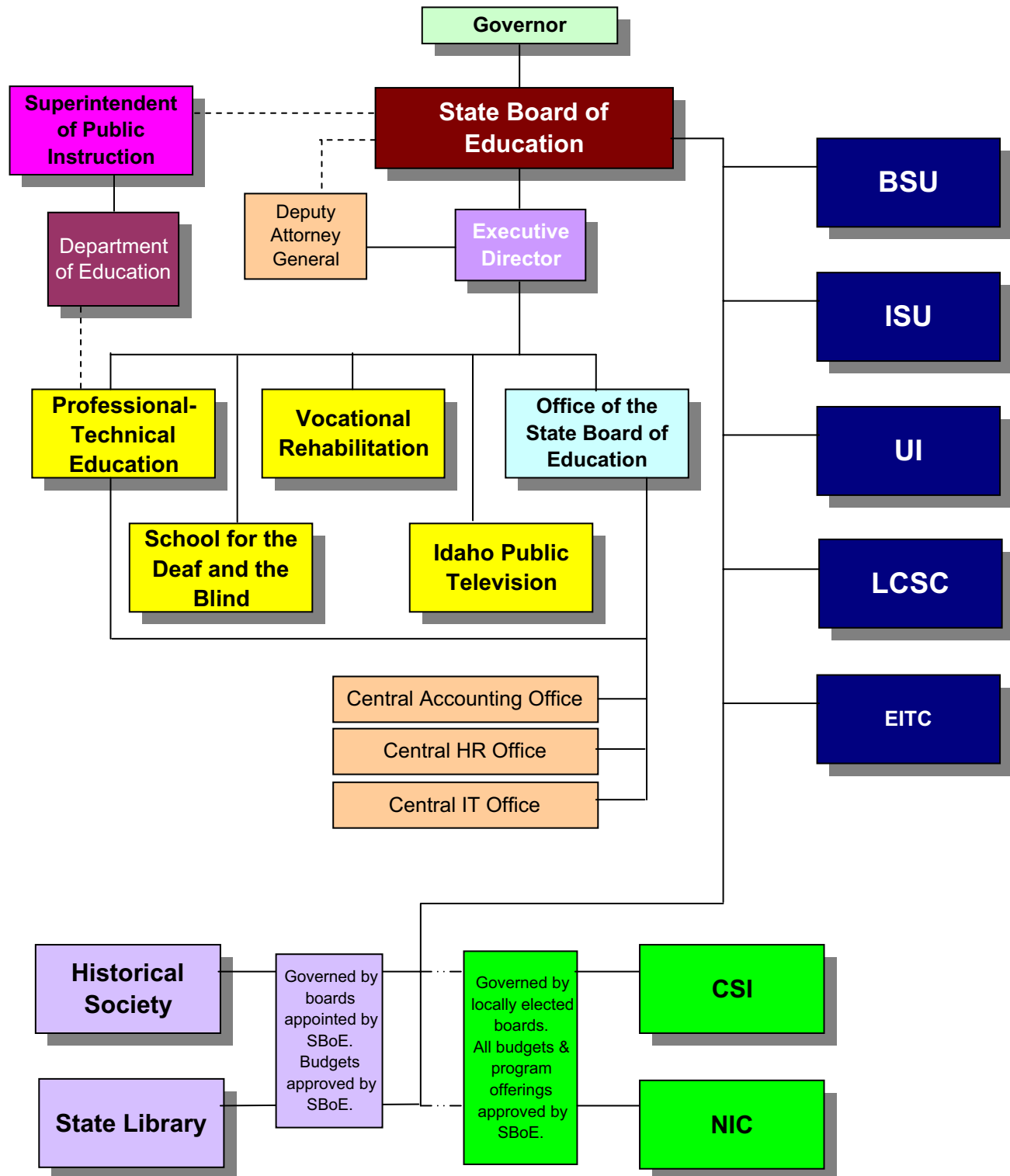
The Office of the State Board of Education (OSBE) provides professional staff support to the State Board of Education. Staff expertise focuses primarily on program evaluation, fiscal oversight and centralized record keeping. OSBE staff also responds to Board requests for special studies, monitors agency compliance with Board policies, and administers the state-funded financial aid programs.

Office of the State Board of Education

Issues & Information

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State Board of Education Organizational Chart

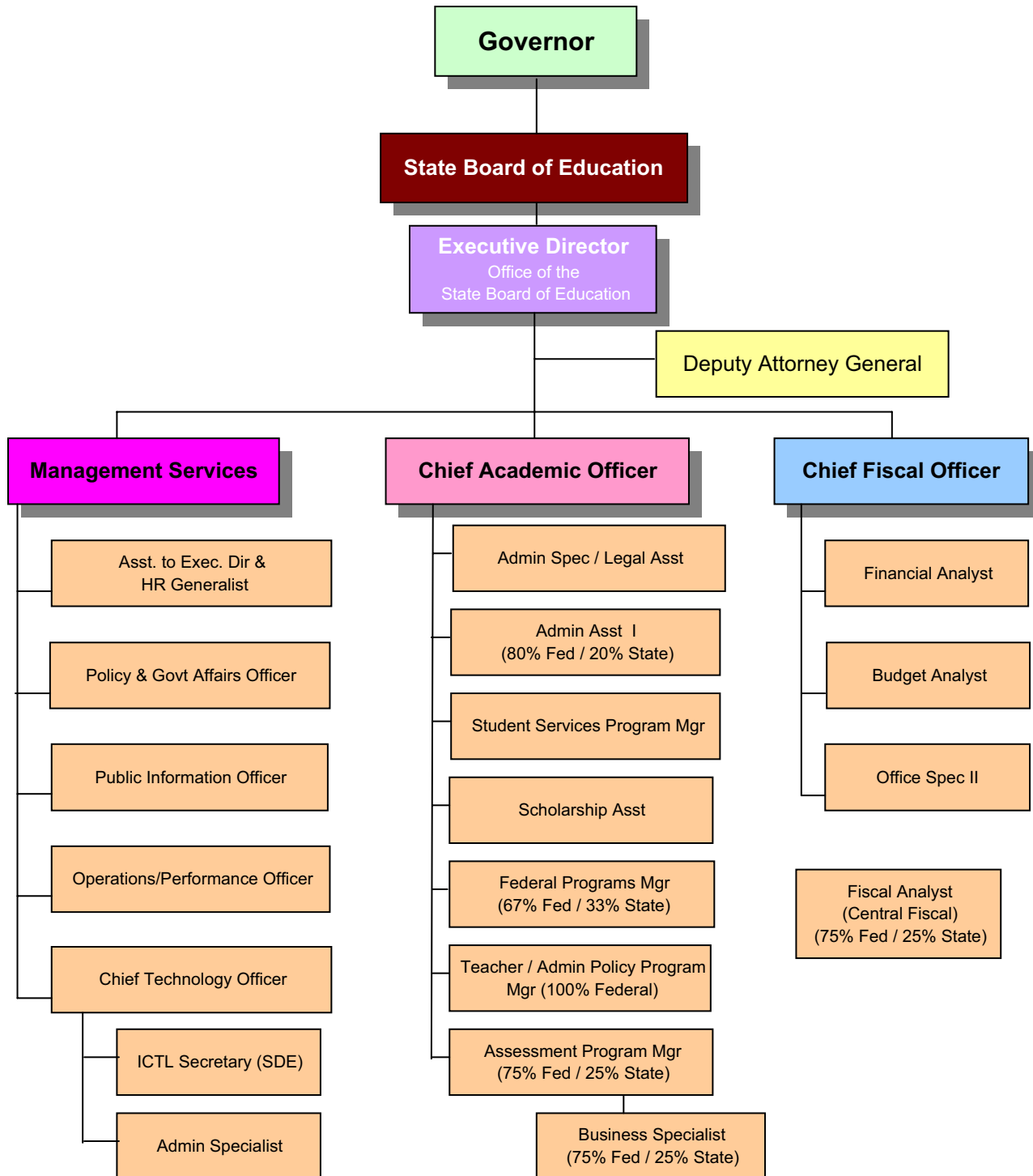


Office of the State Board of Education Issues & Information

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Office of the State Board of Education Organizational Chart

22.00 Full-Time Position Equivalents budgeted for FY 2005



Positions funded with General Fund moneys unless otherwise noted.

Office of the State Board of Education

Agency Profile

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Selected Measures

	FY03 Actual	FY04 Actual	FY05 Est.	FY06 Est.
1. Percentage of time scheduled on Board meeting agendas devoted to policy formulation	60%	65%	70%	70%
2. Percentage of time scheduled on Board meeting agendas devoted to information updates	30%	30%	20%	20%
3. Percentage of time scheduled on Board meeting agendas devoted to administrative activities	10%	10%	10%	10%
4. Percentage of Board-approved performance measures incorporated into OSBE management information system	100%	100%	100%	100%
5. Number of new academic programs authorized	10	10	10	10
6. Number of academic programs terminated	3	3	3	3
7. Percentage of Board rules approved by the Legislature	100%	100%	100%	100%

Sources of Funds

	FY04 Expend.	% of Expend.	FY05 Approp.	FY06 Request
1. General Fund	\$3,287,500	58.5%	\$4,097,100	\$5,021,000
The General Fund consists of, "moneys received into the treasury and not specially appropriated to any other fund" (§67-1205). The fund sources are: 1) individual income tax, 2) corporate income tax, 3) sales tax, 4) cigarette tax, 5) beer tax, 6) wine tax, 7) liquor surcharge, 8) kilowatt hour tax, 9) mine license tax, 10) Treasurer's interest on investments of certain idle state funds, 11) court fees and fines, 12) insurance premium tax, 13) sale of alcoholic beverage licenses, 14) unclaimed property, 15) articles of incorporation and uniform commercial code filing fees, 16) estate and transfer tax, and 17) other miscellaneous sources from various agency receipts.				
2. Miscellaneous Revenue Fund	\$158,700	2.8%	\$132,900	\$134,600
Miscellaneous revenue includes moneys received from the registration of proprietary schools and various short-term grants. Most such grants over the past several years have come from the J.A. and Kathryn Albertson Foundation.				
3. Federal Grant Fund	\$2,176,700	38.7%	\$5,230,800	\$7,019,200
Idaho receives a U.S. Department of Education Title II Teacher Quality Enhancement Programs grant, a Title VI grant for student assessments, and a Limited English Proficiency grant.				
TOTAL	\$5,622,900	100.0%	\$9,460,800	\$12,174,800

Office of the State Board of Education

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Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	22.00	4,097,100	9,460,800	22.00	4,097,100	9,460,800
HB 805 One-time 1% Salary Increase	0.00	10,100	11,100	0.00	10,100	11,100
Governor's Rescission	0.00	0	0	0.00	(4,600)	(4,600)
FY 2005 Total Appropriation	22.00	4,107,200	9,471,900	22.00	4,102,600	9,467,300
Removal of One-Time Expenditures	0.00	(10,100)	(11,100)	0.00	(8,500)	(9,500)
Base Adjustments	0.00	0	0	0.00	3,000	3,000
FY 2006 Base	22.00	4,097,100	9,460,800	22.00	4,097,100	9,460,800
Benefit Costs	0.00	16,400	20,800	0.00	12,700	16,100
Inflationary Adjustments	0.00	43,500	108,300	0.00	0	0
Replacement Items	0.00	5,000	5,000	0.00	0	0
Nonstandard Adjustments	0.00	800,200	800,200	0.00	800,200	800,200
Change in Employee Compensation	0.00	11,400	14,700	0.00	11,400	14,700
27th Payroll	0.00	43,900	56,800	0.00	43,900	56,800
FY 2006 Program Maintenance	22.00	5,017,500	10,466,600	22.00	4,965,300	10,348,600
1. Administrative Support	1.00	3,500	3,500	1.00	3,500	3,500
2. Additional Federal Funds	0.00	0	1,704,700	0.00	0	1,704,700
3. Additional Deputy AG	0.00	0	0	0.00	0	0
FY 2006 Total	23.00	5,021,000	12,174,800	23.00	4,968,800	12,056,800
Change from Original Appropriation	1.00	923,900	2,714,000	1.00	871,700	2,596,000
% Change from Original Appropriation		22.6%	28.7%		21.3%	27.4%

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	22.00	4,097,100	132,900	5,230,800	9,460,800

HB 805 One-time 1% Salary Increase

Reflects surplus eliminator funding for one-time 1% salary increases.

Agency Request	0.00	10,100	1,000	0	11,100
Governor's Recommendation	0.00	10,100	1,000	0	11,100

Governor's Rescission

Agency Request	0.00	0	0	0	0
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The Governor recommends removal of funds not needed to implement HB 805. In addition, the Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.

Governor's Recommendation	0.00	(4,600)	0	0	(4,600)
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FY 2005 Total Appropriation					
Agency Request	22.00	4,107,200	133,900	5,230,800	9,471,900
Governor's Recommendation	22.00	4,102,600	133,900	5,230,800	9,467,300

Removal of One-Time Expenditures

Removes funding provided for one-time items.

Agency Request	0.00	(10,100)	(1,000)	0	(11,100)
Governor's Recommendation	0.00	(8,500)	(1,000)	0	(9,500)

Base Adjustments

Agency Request	0.00	0	0	0	0
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Restore risk management rescission to the base.

Governor's Recommendation	0.00	3,000	0	0	3,000
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FY 2006 Base					
Agency Request	22.00	4,097,100	132,900	5,230,800	9,460,800
Governor's Recommendation	22.00	4,097,100	132,900	5,230,800	9,460,800

Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees and by 5.7% from 10.73% to 11.34% of salary for police and firefighters. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.

Agency Request	0.00	16,400	0	4,400	20,800
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The Governor does not recommend increases related to changes in the Public Employee's Retirement System.

Governor's Recommendation	0.00	12,700	0	3,400	16,100
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Inflationary Adjustments

Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	43,500	1,700	63,100	108,300
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The Governor recommends no increase for general inflation.

Governor's Recommendation	0.00	0	0	0	0
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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
Replacement Items include two laptop computers.					
Agency Request	0.00	5,000	0	0	5,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

Nonstandard Adjustments					
Nonstandard Adjustments include a \$187,800 increase in Attorney General fees, a \$2,500 increase in building services space charges, a \$900 decrease in risk management fees, a \$400 decrease in State Controller fees, a \$500 decrease in State Treasurer fees, and \$611,700 to restore a portion of the \$1 million base reduction enacted in this budget in FY 2005. The reduction had been made possible by the State Board of Education's identification of an influx of federal dollars, which were able to replace General Fund dollars that had been allocated for student assessments. The General Fund money saved was added to the Public Schools budget.					
Agency Request	0.00	800,200	0	0	800,200
Governor's Recommendation	0.00	800,200	0	0	800,200

Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	11,400	0	3,300	14,700
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	11,400	0	3,300	14,700

27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	43,900	0	12,900	56,800
Governor's Recommendation	0.00	43,900	0	12,900	56,800

FY 2006 Program Maintenance					
Agency Request	22.00	5,017,500	134,600	5,314,500	10,466,600
Governor's Recommendation	22.00	4,965,300	132,900	5,250,400	10,348,600

1. Administrative Support

This enhancement would provide General Fund support for two administrative assistant positions (one FTP would be new, the other would provide funding for a vacant position in which the salary originally allocated for the position has been transferred to other uses). One position would provide support for the board's Policy & Governmental Affairs Officer, as well as the Public Charter School Commission. The other position would provide administrative support for board members and professional staff. Of the funds requested, \$106,800 is ongoing, and \$3,500 is one-time. The ongoing portion would be funded by transferring unneeded dollars, restored under Nonstandard Adjustments, from operating expenditures to personnel costs.

Agency Request	1.00	3,500	0	0	3,500
Governor's Recommendation	1.00	3,500	0	0	3,500

2. Additional Federal Funds

This enhancement would increase the board's spending authority in the area of federal funds operating expenditures. This will enable the board to spend the increased federal dollars that are available. This increase would be funded on an ongoing basis.

Agency Request	0.00	0	0	1,704,700	1,704,700
Governor's Recommendation	0.00	0	0	1,704,700	1,704,700

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
3. Additional Deputy AG					
Agency Request	0.00	0	0	0	0
<i>This decision unit, which was not requested by the agency, would provide a second deputy attorney general for the State Board of Education. No additional funds are recommended here because of the amount of funding provided in Nonstandard Adjustments to cover over 2,500 extra hours of services incurred in FY 2004, which should cover the cost of the new deputy in the future.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2006 Total					
Agency Request	23.00	5,021,000	134,600	7,019,200	12,174,800
Governor's Recommendation	23.00	4,968,800	132,900	6,955,100	12,056,800
Agency Request					
Change from Original App	1.00	923,900	1,700	1,788,400	2,714,000
% Change from Original App	4.5%	22.6%	1.3%	34.2%	28.7%
Governor's Recommendation					
Change from Original App	1.00	871,700	0	1,724,300	2,596,000
% Change from Original App	4.5%	21.3%	0.0%	33.0%	27.4%